

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

SB 3906 - HB 3782

February 11, 2010

SUMMARY OF BILL: Requires all property and casualty insurance companies domiciled in this state to submit an annual statement of actuarial opinion to the Department of Commerce and Insurance. Requires all property and casualty insurance companies domiciled outside the state but licensed in the state to file an actuarial opinion summary to the Commissioner upon request. Authorizes the Commissioner to have access to workpapers and documents used in the preparation of the annual statement. Requires all workpapers to be kept confidential. Upon refusal by the insurance company to file workpapers, or the determination by the Commissioner that the workpapers and documents are unacceptable, authorizes the Commissioner to obtain the services of a qualified actuary to review the statements at the company's expense. Authorizes the Commissioner to share information with other state, federal, and international regulatory agencies and the National Association of Insurance Commissioners (NAIC). This bill will be effective on all statements filed on March 1, 2010, and thereafter.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Not Significant

Assumption:

- According to the Department of Commerce and Insurance, currently this information is being collected from life insurance companies and any cost associated with the collection from property and casualty companies can be accommodated within existing resources without an increased appropriation or reduced reversion.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White".

James W. White, Executive Director

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